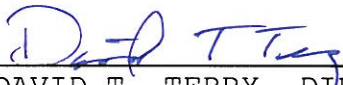


MAY 3, 2000

THE DIRECTOR OF THE SCHOOL AND INSTITUTIONAL TRUST LANDS ADMINISTRATION TOOK FORMAL ACTION ON MAY 3, 2000, IN THE TRUST LANDS ADMINISTRATION OFFICE, 675 EAST 500 SOUTH, SUITE 500, SALT LAKE CITY, UTAH 84102-2818, ON THE BELOW-LISTED SURFACE AND LEGAL BUSINESS MATTERS AS INDICATED.

THESE MINUTES INCLUDE SURFACE ACTIONS AS LISTED ON PAGES S-1 TO S-10 AND LEGAL ACTIONS AS LISTED ON PAGES L-1 TO L-5.



DAVID T. TERRY, DIRECTOR
SCHOOL AND INSTITUTIONAL
TRUST LANDS ADMINISTRATION



EFFIE M. BURNS, TRUST LANDS TECHNICIAN

ARCHIVES APPROVAL NO. 7990209

GRAZING PERMITS

TRUST LANDS
ADMINISTRATION
Approve 87
Deny _____

RENEWAL OF GRAZING PERMITS

The following grazing permits have been renewed for a period of 15 years, beginning May 1, 2000, and expiring April 30, 2015.

<u>Permit #</u>	<u># Acres</u>	<u># AUMs</u>	<u>County (s)</u>	<u>Fund (s)</u>
GP 21560	320.00	22.85	Utah	School
GP 22767	323.04	48.00	Tooele	School
GP 21480	1,920.00	96.00	Juab	School
GP 21486	320.00	32.00	Rich	School
GP 22760	1,921.72	176.00	Box Elder	School
GP 22770	636.30	70.00	Uintah	School
GP 22764	800.00	30.00	Carbon	School
GP 22553	3,278.50	302.30	Tooele	School, Deaf
GP 21537	40.00	12.00	Uintah	School
GP 22777	6,281.04	727.00	Uintah	School
GP 21493	926.02	79.37	Rich	School
GP 22786	1,040.00	19.00	Duchesne	School
GP 21501	640.42	32.02	Juab	School
GP 21554	160.00	26.28	Morgan	Reservoirs
GP 21490	1,680.00	192.00	Daggett	School, Miners Hospital
GP 21542	80.00	10.75	Carbon	School
GP 21467	276.00	18.20	Carbon	School
GP 21426	2,484.00	75.00	Box Elder	School, Reservoirs
GP 21492	638.15	59.25	Utah	School
GP 22785	3,694.11	257.00	Duchesne, Carbon, Uintah	School
GP 23089	4,080.00	303.00	Carbon	School
GP 21545	4,506.82	149.00	Juab, Millard	School
GP 22766	1,502.40	90.50	Uintah	School
GP 22779	650.00	19.00	Juab	School
GP 21511	640.00	45.71	Juab	School
GP 21556	2,080.00	207.59	Tooele	School
GP 20905	6,365.00	698.80	Uintah, Grand	School
GP 21494	560.00	48.00	Rich	School, University
GP 21321	40.00	11.00	Utah	School

Mr. Hales recommends the Director approve the renewal of the above referenced grazing permits.

TRUST LANDS
ADMINISTRATION
Approve DT
Deny _____

RENEWAL OF GRAZING PERMITS

The following grazing permits have been renewed for a period of 15 years, beginning May 1, 2000, and expiring April 30, 2015.

<u>Permit #</u>	<u># Acres</u>	<u># AUMs</u>	<u>County (s)</u>	<u>Fund (s)</u>
GP 20527	3,800.00	592.00	San Juan	School
GP 20713	3,073.44	194.00	San Juan	School
GP 20803	2,754.92	34.00	Grand, San Juan	School
GP 21432	1,440.36	38.86	Emery	School
GP 21437	7,250.49	413.00	Grand	School
GP 21497	640.00	27.42	Grand	School
GP 21441	480.00	32.00	San Juan	School
GP 21481	800.00	58.00	San Juan	School
GP 21488	1,760.00	140.00	San Juan	School
GP 21553	4,080.00	101.00	San Juan	School
GP 21565	640.00	25.00	Grand	School
GP 21571	6,281.02	308.00	Grand	School
GP 22788	1,001.40	44.97	Grand	School
GP 22789	4,488.59	83.66	Grand, Emery	NS/School
GP 22792	3,005.68	176.16	Grand	School

Ms. Kleinke recommends the Director approve the renewal of the above permits.

TRUST LANDS
ADMINISTRATION
Approve DT
Deny _____

RENEWAL OF GRAZING PERMITS

The following grazing permits have been renewed for a period of 15 years, beginning May 1, 2000, and expiring April 30, 2015.

<u>Permit #</u>	<u># Acres</u>	<u># Aums</u>	<u>County(s)</u>	<u>Fund(s)</u>
GP 20420	45,546.68	5,997.40	Wayne, Piute	School
GP 20532	5,742.97	244.41	Garfield	School
GP 21006	9,121.68	439.78	Millard	School
GP 21007	2,085.55	67.00	Garfield	School
GP 21087	1,309.52	49.20	Iron	School
GP 21423	6,942.88	420.00	Millard, Beaver	School
GP 21425	20.00	13.90	Sevier	IB
GP 21447	159.59	12.75	Washington	School
GP 21448	4,434.93	245.00	Washington	School
GP 21453	80.00	6.00	Iron	School
GP 21454	639.48	27.40	Iron	School

GP 21459	561.44	24.06	Kane	School
GP 21465	80.00	10.75	Iron	Res
GP 21468	640.00	27.42	Beaver	School
GP 21473	320.00	13.90	Sanpete	School
GP 21474	320.00	13.90	Millard	School
GP 21491	320.00	10.75	Kane	School
GP 21504	670.15	33.50	Millard	School
GP 21514	2,042.64	141.00	Millard	School
GP 21529	1,357.24	58.00	Millard	School
GP 21536	634.15	27.17	Piute	School
GP 21563	800.00	95.00	Wayne	School
GP 21579	680.00	29.00	Washington	School
GP 21580	631.88	40.62	Iron	School
GP 22759	800.00	104.00	Millard	School
GP 22776	280.00	11.00	Wayne	School
GP 22778	640.00	10.00	Washington	School
GP 22780	760.00	128.09	Sanpete	School, SM, NS, Res
GP 22781	360.00	8.62	Sanpete	School
GP 22782	80.00	10.39	Wayne	School
GP 22784	600.00	25.70	Garfield	School
GP 22787	640.00	41.06	Iron	School
GP 22790	7,620.28	343.89	Beaver, Iron	School
GP 22793	1,120.00	117.00	Millard	School
GP 22796	640.00	40.00	Millard	School

Ms. Lane recommends the Director approve the renewal of the above referenced grazing permits.

GRAZING PERMIT NO. 23094 (APPROVAL WITH BONUS BID)

TRUST LANDS
ADMINISTRATION
Approve DT
Deny _____

Russell R. Batt
370 West Sunbow
Cedar City, UT 84720

631.20 Acres 54.10 AUMs School Fund

\$108.20 per annum; \$50.00 application fee; 15-year term.

County: Iron

05/01/2000 Beginning Date

T37S, R11W, SLB&M
Section 16: All

The term of this permit begins May 1, 2000 and expires April 30, 2015. The season of use is June through October. The parcel is fenced separately from any BLM Allotment. The type of livestock is cattle.

COMMENT: A bonus bid in the amount of \$108.00 was submitted on April 21, 2000, by Russell R. Batt. John G. Middleton submitted a competing application (GP 23095) with a lesser bonus bid (\$105.00) on April 18, 2000.

Mr. Torgerson recommends the Director approve Grazing Permit No. 23094.

GRAZING PERMIT APPLICATION NO. 23095 (CANCELLATION)

TRUST LANDS
ADMINISTRATION
Approve DT
Deny _____

The above referenced grazing permit application, in the name of John G. Middleton, 143 Altamira, Cedar City, UT 84720, was a competing application to GP 23094, Russell R. Batt. Neither applicant previously held a permit on the unleased Trust Lands section. Russell R. Batt's one-time bonus bid of \$108.00 exceeded that of John G. Middleton (\$105.00). Since Russell R. Batt was successful, GP 23095 should be canceled.

The one-time bonus bid of \$105.00, grazing rental of \$105.49, and weed fee of \$2.71, totaling \$213.20 should be returned to John G. Middleton. The \$50.00 application fee will be forfeited to the Trust Lands Administration. Iron County. School fund.

Mr. Torgerson recommends the Director approve the cancellation of GP 23095.

GRAZING PERMIT NO. 21306 (ASSIGNMENT)

TRUST LANDS
ADMINISTRATION
Approve DT
Deny _____

Theron Jorgensen, P.O. Box 522, Castle Dale, UT 84513, is requesting permission to assign 100% of his interest in the above referenced grazing permit to Rainbow Glass Ranch, c/o Ross Hinkins, P.O. Box 422, Orangeville, UT 84537. The permittee submitted \$82.28 for the assignment. The assignment fee is \$34.60, leaving an overpayment of \$47.68. The overpayment should be credited towards next year's rental. Emery County. School fund.

Ms. Kleinke recommends the Director approve the assignment of Grazing Permit No. 21306.

TRUST LANDS
ADMINISTRATION
Approve DT
Deny _____

GRAZING PERMIT NO. 21164 (ASSIGNMENT)

Gail Jorgensen, P.O. Box 522, Castle Dale, UT 84513, is requesting permission to assign 100% of his interest in the above referenced grazing permit to Rainbow Glass Ranch, c/o Ross Hinkins, P.O. Box 422, Orangeville, UT 84537. The \$24.00 assignment fee has been submitted. Emery County. School fund.

Ms. Kleinke recommends the Director approve the assignment of Grazing Permit No. 21164

TRUST LANDS
ADMINISTRATION
Approve DT
Deny _____

GRAZING PERMIT NO. 20517 (ASSIGNMENT)

Gale Jorgensen, P.O. Box 522, Castle Dale, UT 84513, is requesting permission to assign 100% of his interest in the above referenced grazing permit to Rainbow Glass Ranch, c/o Ross Hinkins, P.O. Box 422, Orangeville, UT 84537. The assignment fee of \$23.00 has been submitted. Emery County. School fund.

Ms. Kleinke recommends the Director approved the assignment to Grazing Permit No. 20517.

TRUST LANDS
ADMINISTRATION
Approve DT
Deny _____

GRAZING PERMIT NO. 20712 (REDUCTION OF ACREAGE & AUMS)

GP 20712 is held by Redd Enterprises, c/o John Redd II, P.O. Box 535, Monticello, UT 84532. The following acreage was sold at public auction on April 9, 1999, and should be deleted from the above referenced grazing permit:

T33S, R23E, SLB&M
Sec. 22: E2SE4

San Juan County
80.00 acres.

Grazing Permit 20712 will now contain 440.00 acres and 34.00 AUMs. Mr. Redd has requested that the grazing fees paid for this parcel in 1999 and 2000 be refunded. Upon approval, \$24.04 should be refunded to Mr. Redd. San Juan County. School fund.

Ms. Kleinke recommends the Director approved the refund of \$24.04 to Redd Enterprises.

TRUST LANDS
ADMINISTRATION
Approve DT
Deny _____

GRAZING PERMIT NO. 22998 (NON-USE)

Craig Bair, 66418 Highway 6 & 24, Glenwood Springs, CO 81601, has requested partial non-use for emergency conditions on his Cisco allotment because of a dry winter, causing the lack of drinking water and forage. This was confirmed by Dave Williams from the Bureau of Land Management in Moab, UT. When the rains came in April, Craig was able to return his sheep to the Cisco allotment. Because of these emergency conditions, 206.33 AUM's could not be used. The applicant meets the requirements of R850-50-900(3) for emergency non-use. Upon approval, the \$20.00 non-use fee should be deducted from the non-use credit, and \$392.66 should be credited to next year's (2000) grazing fees. Grand County. School fund.

Mr. Torgenson recommends the Director approve partial non-use for Grazing Permit 22998.

* * * * *

EASEMENTS

TRUST LANDS
ADMINISTRATION
Approve DT
Deny _____

EASEMENT NO. 487 (APPROVAL)

APPLICANT'S NAME AND ADDRESS:

Paul D. Redd, Et Al
PO Box 326
Paradox, CO 81429

LEGAL DESCRIPTION:

Township 27 South, Range 25 East, SLB&M

Section 26: Starting at a point 2210 feet north and 3880 feet east of the southwest corner of Section 26, Township 27 South, Range 25 East, SLB&M, thence N 41°33' E 354 feet; thence N 89°02' E 587 feet; thence N 31°45' E 473 feet; thence N 06°05' W 240 feet; thence N 87°23' E 312 feet to the east boundary line of Section 26, containing .68 acres, more or less.

COUNTY: San Juan

ACRES: 0.68

FUND: UNIV

PROPOSED ACTION:

The applicant is requesting an easement for an existing road to access private land. The total length of the easement crossing trust land is 1966 feet with a width of 15 feet.

RELEVANT FACTUAL BACKGROUND:

This application was not submitted to the Resource Development Coordinating Committee since this is an existing road. Additionally, cultural resource inventory was not required for this project.

CRITERIA FOR EVALUATION:

Easements are excluded from the narrative record of decision process if all of the following four conditions exist:

1. The proposed easement is not located entirely on trust land or, if it is located entirely on trust land, it is located in an existing corridor.
2. The proposed easement term is 30 years or less.
3. The applicant has paid the fee as determined by the Trust Lands Administration.
4. The proposed easement will not have an unreasonably adverse effect on the developability or marketability of the subject property.

Easement charges are determined pursuant to R850-40-600:

The agency may establish price schedules for easements based on the cost incurred by the agency in administering the easement and the fair-market value of the particular use.

EVALUATION OF FACTS:

A summary of the criteria considered in this easement application is as follows:

1. The proposed easement is not located entirely on trust land.
2. The proposed easement term is for a period of 30 years.
3. The applicant has paid the agency-determined fee.
4. The proposed easement will not have an unreasonably adverse effect on the developability or marketability of the subject property.

Mr. Parmenter recommends the Director approve Easement No. 487 for a term of 30 years with the fee being \$595.76 plus a \$600.00 application fee. An administrative fee is to be assessed every three years, beginning January 1, 2004. The term of this easement is to begin January 1, 2001, with an expiration date of December 31, 2031. This summary constitutes the record of decision.

* * * * *

RIGHTS OF ENTRY

TRUST LANDS
ADMINISTRATION
Approve K DT
Deny _____

RIGHT OF ENTRY NO. 4303 (APPROVAL)

On February 12, 2000, the School and Institutional Trust Lands Administration received an application from the Boy Scouts of America, 250 West 500 North, Provo, UT 84601, to occupy the following described trust land within Grand County for a base camp for a one-year term:

T25S, R20E, SLB&M
Sec. 32: Within

The fee for this right of entry is \$1,950.00, plus a \$50.00 application fee and a \$50.00 processing fee, totaling \$2,050.00. Grand County. School fund.

Mr. Parmenter recommends the Director approve Right of Entry 4303 for a one-year term.

RIGHT OF ENTRY NO. 4324

On April 26, 2000, Mr. Jan Parmenter, S.E. Realty Specialist, pursuant to R850-41-200, and with direction and delegation of authority, approved the request of Granny Gear Productions, P.O. Box 189, Davis, WV 26260, to occupy the following described trust land located within San Juan County to conduct the annual 24 Hours of Moab Bike Team Relay race:

T27S, R22E, SLB&M
Sec. 26: Within

T27S, R22E, SLB&M
Sec. 25: Within

T27S, R22E, SLB&M
Sec. 35: Within

T28S, R22E, SLB&M
Sec. 2: Within

The fee for this right of entry is \$1,500.00, plus a \$50.00 application fee and a \$50.00 processing fee, totaling \$1,600.00. San Juan County. School fund. Expiration date: October 30, 2000.

This item was submitted by Mr. Parmenter for record-keeping purposes.

TRUST LANDS
ADMINISTRATION
Approve K DT
Deny _____

RIGHT OF ENTRY NO. 4316 (APPROVAL)

The School and Institutional Trust Lands Administration has received a right of entry application from Los Alamos National Lab, P.O. Box 1663, MS P222, Los Alamos, NM 87545, to occupy the following described trust land located within Washington County for an infrasonic microphone array for monitoring purposes.

T43S, R16W SLB&M
Section 26: Within

The fee for this right of entry is \$1,800.00, plus a \$50.00 application fee, totaling \$1,850.00: School fund. Washington County. Expiration Date: January 31, 2001.

Mr. Brown recommends the Director approve the above listed Right of Entry.

* * * * *

SPECIAL USE LEASE AGREEMENTS

TRUST LANDS
ADMINISTRATION
Approve K DT
Deny _____

SPECIAL USE LEASE AGREEMENT NO. 1113 (THREE-YEAR REVIEW)

SULA 1113 is an agricultural special use lease, in the name of Dale L. McKinney, P.O. Box 12, Salina, Utah 84654. School fund. Sevier County. The lease authorizes a settling pond to allow water to clear after taken from the adjoining canal.

1. ANNUAL BASE RENTAL:

The three-year lease rental review date for this agricultural lease is July 1, 2000. Pursuant to the rule-based index for agricultural leases, it is recommended that the annual base rental not be increased this year.

Annual Base Rental amount: \$400.00
Acres in Lease: 1.00
Rental per acre: \$400.00

2. DUE DILIGENCE AND PROPER USE:

The development allowed by the lease has occurred. It is recommended that the lease be kept in force. The leased premises are being used in accordance with the lease agreement.

3. ADEQUATE INSURANCE AND BOND COVERAGE:
Neither insurance coverage nor a bond is presently required by the lease agreement.
4. ESTABLISHMENT OF WATER RIGHTS:
There are no State-owned water rights associated with this lease.
5. POLLUTION AND SANITATION REGULATIONS:
The Trust Lands Administration is unaware of any violations of valid sanitation and pollution regulations as prescribed by any governmental agency having jurisdiction. There is no evidence of underground storage tanks on the premises.
6. NEXT REVIEW DATE:
The next review date will be on July 1, 2003.

Mr. Wilcox recommends the Director approve the five-year review for SULA 1113.

* * * * *

TIMBER SALES

TRUST LANDS
ADMINISTRATION
Approve
Deny

TIMBER SALE NO. 741 (RELEASE OF PERFORMANCE BOND / CLOSE OUT)

Cascade Mountain Resources, P.O. Box 9, Wellington, UT 84542.
Mr. Cornell, Area Manager for the Division of Forestry, Fire and State Lands, did an on-site inspection on April 26, 2000, to verify completion of all required slash burning. The inspection verified all major components of the timber contract have now been met. Mr. Cornell recommends the remainder of the cash performance bond (Receipt SL 2813), in the amount of \$600.00, be released back to Cascade Mountain Resources. Utah County. School fund.

Mr. Bristol recommends the Director approve the termination of TA 741 and the release of the performance bond to Cascade Mountain Resources.

* * * * *

SUSPENSION OF OPERATION, PRODUCTION, AND RENTAL REQUIREMENTS FOR OIL, GAS, AND HYDROCARBON LEASE ML 45434, ML 46300, ML 46302, ML 46428, ML 46429, ML 46719, ML 47069, ML 47072, ML 47073, ML 47074, ML 47507, ML 47824, ML 47392, AND ML 46427; SETTLEMENT OF OUTSTANDING ADMINISTRATIVE APPEAL

LiTMus EPO, L.L.C. ("LiTMus") is the record title holder of numerous state oil, gas, and hydrocarbon leases. By letters dated August 28, 1998, March 15, 1999, and August 18, 1999, Sego Resources (predecessor to LiTMus and hereinafter referred to as LiTMus) requested the suspension of operation and production requirements of certain oil, gas, and hydrocarbon leases held by LiTMus for trust lands located in Uintah, Duchesne, and Carbon Counties. LiTMus' request was based upon its inability to secure adjacent and near-by federal oil and gas leases due to the Bureau of Land Management's ("BLM") wilderness reinventory process pursuant to section 202 of the Federal Land Management Policy Act or LiTMus' inability to secure adjacent and near-by federal combined hydrocarbon leases within BLM designated Tar Sands Areas. While LiTMus is authorized to develop its state oil, gas and hydrocarbon leases independent of any federal leases, LiTMus asserted that from an economic standpoint the inability to secure adjacent and near-by federal leases effectively prevents LiTMus from developing its leases on trust lands as the area involved has limited geologic information and is wildcat in nature. As such, LiTMus' position is that it is necessary for it to acquire a large leasehold to mitigate the cost and risk of drilling exploratory wells.

By Director's Agenda dated September 29, 1999, and under separate items, the Director of the School and Institutional Trust Lands Administration (the "Trust Lands Administration") denied LiTMus' request for suspension as it applied to state leases affected by either BLM's wilderness reinventory process or BLM designated Tar Sands Area. By letter dated October 28, 1999, LiTMus was provided notice of the September 29, 1999 decision of the Director denying LiTMus' request for suspension for those state leases affected by BLM's wilderness reinventory process. LiTMus asserts that it failed to receive notice of the September 29, 1999 decision of the Director denying LiTMus' request for suspension for those state leases affected by BLM designated Tar Sands Areas. By letter dated November 11, 1999, and supplemented by letter dated November 18, 1999, LiTMus filed a petition for administrative review of the September 29, 1999 decision of the Director denying LiTMus' request for suspension pertaining to those oil, gas, and hydrocarbon leases affected by BLM's wilderness reinventory with the School and Institutional Trust Lands Board of Trustees (the "Board") pursuant to Utah Code Ann. § 53C-1-304 and Utah Admin. Code R850-8-1000 (the "Administrative Appeal"). On April 21, 2000, pursuant to a settlement agreement dated April 3, 2000, executed between the Trust Lands Administration and LiTMus (the "Settlement Agreement"), the Board accepted LiTMus' withdrawal of the Administrative Appeal and dismissed the Administrative Appeal with prejudice.

Pursuant to the Settlement Agreement, the lease term, rental requirements, and the operations and production requirement of the following oil, gas, and hydrocarbon leases are suspended with the effective lease suspension date and rental refund amount indicated:

<u>Mineral Lease Number</u>	<u>Legal Description</u>	<u>Suspension Date</u>	<u>Refund Amount</u>
ML 45434 LiTMus EPO, L.L.C. 3607 Briarwood Avenue Littleton, CO 80122	<u>T11S, R18E, SLB&M</u> Sec. 16: NW¼, N½SW¼, SW¼SW¼ 280.00 acres	11/01/98	\$ 560.00
fund: SCH Uintah County			
ML 46300 LiTMus EPO, L.L.C. 3607 Briarwood Avenue Littleton, CO 80122	<u>T11S, R15E, SLB&M</u> Sec. 36: All 640.00 acres	03/01/99	\$ 640.00
fund: SCH Duchesne County			
ML 46302 LiTMus EPO, L.L.C. 3607 Briarwood Avenue Littleton, CO 80122	<u>T11S, R16E, SLB&M</u> Sec. 32: All 640.00 acres	03/01/99	\$ 640.00
fund: SCH Duchesne County			
ML 46428 LiTMus EPO, L.L.C. 3607 Briarwood Avenue Littleton, CO 80122	<u>T11S, R16E, SLB&M</u> Sec. 36: N½SW¼, SW¼SW¼, SE¼SE¼ 160.00 acres	03/01/99	\$ 160.00
fund: SCH Duchesne County			
ML 46429 LiTMus EPO, L.L.C. 3607 Briarwood Avenue Littleton, CO 80122	<u>T12S, R16E, SLB&M</u> Sec. 2: Lots 1, 2, 3, 4, N½S½, SW¼SW¼ 357.44 acres	03/01/99	\$ 358.00
fund: SCH Carbon County			

<u>Mineral Lease Number</u>	<u>Legal Description</u>	<u>Suspension Date</u>	<u>Refund Amount</u>
<u>ML 46719</u> LiTMus EPO, L.L.C. 3607 Briarwood Avenue Littleton, CO 80122	<u>T13S, R16E, SLB&M</u> Sec. 16: All 640.00 acres	11/01/98	\$1280.00
fund: SCH Carbon County			
<u>ML 47069</u> LiTMus EPO, L.L.C. 3607 Briarwood Avenue Littleton, CO 80122	<u>T11S, R16E, SLB&M</u> Sec. 36: N½ 320.00 acres	10/01/98	\$ 640.00
fund: SCH Duchesne County			
<u>ML 47072</u> LiTMus EPO, L.L.C. 3607 Briarwood Avenue Littleton, CO 80122	<u>T11S, R17E, SLB&M</u> Sec. 32: All 640.00 acres	10/01/98	\$1280.00
fund: SCH Duchesne County			
<u>ML 47073</u> LiTMus EPO, L.L.C. 3607 Briarwood Avenue Littleton, CO 80122	<u>T11S, R17E, SLB&M</u> Sec. 36: All 640.00 acres	10/01/98	\$1280.00
fund: SCH Uintah County			
<u>ML 47074</u> LiTMus EPO, L.L.C. 3607 Briarwood Avenue Littleton, CO 80122	<u>T11S, R18E, SLB&M</u> Sec. 32: All 640.00 acres	10/01/98	\$1280.00
fund: SCH Uintah County			

<u>Mineral Lease Number</u>	<u>Legal Description</u>	<u>Suspension Date</u>	<u>Refund Amount</u>
<u>ML 47507</u> LiTMus EPO, L.L.C. 3607 Briarwood Avenue Littleton, CO 80122	<u>T13S, R17E, SLB&M</u> Sec. 16: N½ 320.00 acres	03/01/99	\$ 320.00
fund: SCH Carbon County			
<u>ML 47824</u> LiTMus EPO, L.L.C. 3607 Briarwood Avenue Littleton, CO 80122	<u>T12S, R17E, SLB&M</u> Sec. 2: Lots 1, 2, 3, 4, S½ 476.96 acres	12/01/98	\$ 954.00
fund: SCH Uintah County			

(collectively "Suspended Leases", or individually "Suspended Lease").

The suspension as it applies to each individual Suspended Lease shall terminate upon the occurrence of one of the following events, whichever occurs first:

1. Completion of a successful exchange of the trust lands subject to a Suspended Lease for comparable unleased federal lands managed by BLM;
2. The determination of the Trust Lands Administration, in its reasonable discretion and after consultation with LiTMus, that exchange discussions with BLM will not result in the exchange of trust lands subject to the Suspended Leases;
3. The commencement of any lease activity (operations or production) upon any of the lands subject to a Suspended Lease;
4. Approval of an assignment of any interest in a Suspended Lease by the Trust Lands Administration; or
5. Written mutual agreement between LiTMus and the Trust Lands Administration.

In addition, to resolve any question regarding proper notification to LiTMus of the September 29, 1999 decision of the Director denying LiTMus' request to suspend the operation and production requirements of the certain oil, gas, and hydrocarbon leases affected by BLM designated Tar Sands Areas, pursuant to the Settlement Agreement, the lease term, rental requirements, and the

operations and production requirement of the following oil, gas, and hydrocarbon leases are suspended with the effective lease suspension date and rental refund amount indicated:

<u>Mineral Lease Number</u>	<u>Legal Description</u>	<u>Suspension Date</u>	<u>Refund Amount</u>
<u>ML 47392</u> LiTMus EPO, L.L.C. 3607 Briarwood Avenue Littleton, CO 80122	<u>T13S, R15E, SLB&M</u> Sec. 16: All Sec. 17: NW¼NE¼ 680.00 acres	12/01/99	\$ 680.00
fund: SCH Carbon County			
<u>ML 46427</u> LiTMus EPO, L.L.C. 3607 Briarwood Avenue Littleton, CO 80122	<u>T11S, R13E, SLB&M</u> Sec. 36: All 640.00 acres	03/01/00	None
fund: SCH Uintah County			

("Tar Sand Leases").

The suspension as it applies to the Tar Sand Leases shall terminate once the Trust Lands Administration better understands the leasing policies and procedures utilized by BLM for the leasing of federal lands within BLM designated Tar Sand Areas under its combined hydrocarbon leasing program.

In the event the Trust Lands Administration lifts any of the suspensions for either the Suspended Leases or Tar Sand Leases upon the occurrence of any of the events set forth above, it will provide LiTMus thirty (30) days prior written notice of such action.

Pursuant to the settlement agreement dated April 3, 2000, executed between the Trust Lands Administration and LiTMus, the Director approved the suspension of the lease term, rental requirements, and the operations and production requirement of the above-referenced oil, gas, and hydrocarbon leases with the effective lease suspension date and rental refund amount indicated above. This item is submitted for record-keeping purposes only.